services in annexed areas there are also other capital costs that the town will be required to make. One of the capital costs would be in streets.

In Taylorsville's last study sent to the State Highway Commission on the town's road situation it was reported that the municipality was maintaining a total street mileage of 8.38 miles. For this responsibility, the town received about \$7,000 in Powell Bill Funds. This amount will increase with annexation because the town will be responsible for more roads.

If Taylorsville annexes the areas under study in this report the town can add about 12 more miles to the above mileage. Of this amount 6.24 are paved and 5.76 are unpaved. To pave the latter amount will cost the town about \$122,000. Maintenance estimates were not made and it is assumed that the estimate to operate the street department will cover such costs.

Street Lighting Costs

Street lighting costs will increase significantly with annexation. The current monthly bill runs about \$315 per month. This figure will increase by \$240 per month or about \$2,890.